

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION INTO ALTERNATIVE)	
LOAD FORECASTING METHODS AND PLANNING)	
CONSIDERATIONS FOR THE EFFICIENT)	CASE NO. 8666
PROVISION OF ELECTRIC GENERATION AND)	
TRANSMISSION FACILITIES)	

O R D E R

On May 18, 1983, the Commission conducted a conference in this proceeding. Representatives from Energy Systems Research Group, Inc., ("ESRG") gave a brief outline of the tasks to be performed during the course of their investigation and answered questions concerning the study. The Consumer Protection Division of the Attorney General's Office ("AG") filed its comments and a motion for an Order which delineates "the nature and scope of intervenor participation in this project, as well as the rights of all parties with respect to access to study data and the ability to respond to the final report." In order to respond to the AG's motion, the Commission asked that all parties other than the six utilities, file motions to intervene if they had not already done so, and notify the Commission within 10 days of the extent of their planned participation in the study. In addition, all parties were given 10 days to respond to the AG's comments and motion.

After the conference, the Commission received responses to the AG's motion from the City of Louisville and Jefferson

County; Union Light, Heat and Power Company; Kentucky Utilities Company; and Louisville Gas and Electric Company.

MOTIONS TO INTERVENE

Motions to intervene were filed by Blue Diamond Coal Company, Inc.,; Residential Intervenors; ARCO Metals Company; Utility Rate-Cutters of Kentucky, Inc.; Lexington-Fayette Urban County Government; and Paddlewheel Alliance. The Commission hereby sustains these motions to intervene.

Based on motions to intervene, an earlier service list, and the expressed interest of some large industrial customers to provide information, the Commission has developed a revised Service List in connection with this case which is attached to this Order (Attachment 1). For parties A through H on the list, the first person listed is the technical contact for the study.

AG'S MOTION

The AG correctly points out in his motion that Appendix A to the Commission's Order of May 1, 1983, is "devoid of any mention of input by consumer groups or their spokesmen." However, it was never the intention of the Commission to exclude consumer input. The intent of the Commission is to develop a procedure that will include the interests of all parties. The Commission's letter of May 10, 1983, requesting all parties to express the extent of their interest at the May 18th conference, clearly demonstrates the Commission's desire to include the consumer's perspective in the study. The remainder of this Order will address the procedures to be used in this proceeding to provide

consumer input and adequate discovery of information. Accordingly, the Commission sustains the AG's motion for an order of procedure.

DATA REQUESTS TO UTILITIES

All data requests from ESRG to a utility will be in writing and will specify a date for response. Should the utility identify difficulties in responding to a data request item, those difficulties should be communicated to ESRG as soon as possible. Any questions concerning a request will be resolved by agreement between ESRG and the utility, if possible. If no agreement is reached, the Commission will resolve the disagreement.

Each ESRG data request for a certain utility shall be sent to each of the three persons listed for that utility in Attachment 1, parts A through F; the two persons listed for the AG in Attachment 1, part H; and the three Commission staff persons listed in Attachment 1, part G. The copy sent to the Secretary of the Commission shall be filed in this case.

The Memorandum of Coordination and Procedure Re Consultant's Study filed by the Kentucky Joint Committee on Electric Power Planning Coordination ("Joint Committee"), through its chairman, R. L. Royer, President of Louisville Gas and Electric Company, indicates that non-utility specific requests should be directed to it. However, the Commission is of the opinion that all requests should be made directly to the utilities. If a utility decides that the Joint Committee can respond more expeditiously and efficiently to a particular request, it may respond through the Joint Committee.

The response to each data request shall be sent to ESRG and the Secretary of the Commission. The response sent to the Secretary shall be filed in this case.

OTHER INFORMATION

The Commission is of the opinion that ESRG should be provided the most recent and best quality data and information available to enhance its overall understanding of the situation in Kentucky with regard to load forecasting and generation and transmission planning. To accomplish this objective, the staff of the Commission has been instructed to provide ESRG with copies of pertinent testimony, exhibits, responses and studies filed in previous cases at the Commission if requested to do so by ESRG. A list and the source of all information provided to ESRG through this means will be filed in this case and a copy of the transmittal letter shall be sent to each person on the Service List. All other parties shall use a similar procedure if they send ESRG any information previously filed with the Commission. If the information has not been previously filed, then a copy should be sent to the Secretary of the Commission to be filed in this case.

DATA REQUESTS TO ESRG

ESRG has agreed to comply with requests for testimony and studies performed by ESRG in other jurisdictions. All requests shall be in writing with copies of the request to the Commission. The information will be provided at the cost of copying.

At this time, the Commission does not foresee other data requests to ESRG. ESRG has agreed to make explicit all assumptions used in its analysis and to provide all workpapers with

each draft report. If it becomes apparent during the course of the study that the level of detail in the workpapers and draft reports is not sufficient, then the Commission will reconsider the advisability of permitting data requests to ESRG.

All correspondence to ESRG shall be copied to the Secretary of the Commission and filed in this case.

DRAFT REPORTS

Appendix A of the Commission's Order of May 1, 1983, lists the tasks to be performed by ESRG. Tasks 1, 2 and 3 call for the submission of a draft report. The draft report for each utility shall be accompanied by all workpapers and submitted by ESRG to the three persons listed for that utility in Attachment 1, parts A through F; the two persons listed for the AG in Attachment 1, part H; and the three Commission staff persons listed in Attachment 1, part G. The copy sent to the Secretary of the Commission shall be filed in this case. All other parties listed in Attachment 1, part I, will be sent notice that the draft report has been filed.

REVIEW SESSIONS

Tasks 1(b), 2(e) and 3(c), as discussed in Appendix A of the May 1, 1983, Order, indicate that the draft reports will be the subject of the review sessions mentioned in the tasks. The current schedule calls for the review sessions to occur approximately 30 days after the submission of the draft report by ESRG. All parties are welcome to participate in the review sessions. However, all parties who plan to participate should file with the Commission within 20 days of the filing of the draft report a

list of the specific items and subjects they wish to discuss at the review session. The list shall be sent to all persons on the Service List. The purpose of providing such a list is to assist the Commission staff and ESRG in preparing an agenda for the review sessions.

ACCESS TO THE CASE FILE

All parties will have access to the case file to inspect, review, and arrange for copying of data requests, responses to data requests, other information, and draft reports.

COMMENT ON THE FINAL REPORT

All parties are welcome to comment on the final report. All such comments will be filed in this case, but will not be made a part of the final report by ESRG.

HEARING

Upon conclusion of the study and after allowing a reasonable time for all parties to comment on the final report, the Commission will determine if a hearing or any further action is warranted.

SUMMARY

The Commission, having considered the motions and comments and being advised, is of the opinion and finds that:

1. The motions to intervene in this proceeding should be sustained.
2. The AG's motion for an Order specifying the procedure for this proceeding should be sustained.
3. The procedures outlined above are reasonable and appropriate for this proceeding.

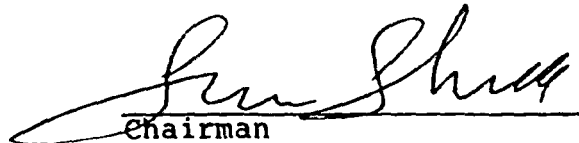
IT IS THEREFORE ORDERED that the motions to intervene in this proceeding be and they hereby are sustained.

IT IS FURTHER ORDERED that the AG's motion for an Order specifying the procedure for this proceeding be and it hereby is sustained, to the extent explicitly addressed herein.

IT IS FURTHER ORDERED that the procedures outlined above in this Order shall be utilized during the course of the investigation.

Done at Frankfort, Kentucky, this 15th day of June, 1983.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

Service List in Case No. 8666

A. Big Rivers Electric Corporation

1. Mr. B. Scott Reed
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2. Mr. W. H. Thorpe
General Manager
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3. Honorable Morton Holbrook
Holbrook, Gary, Wible & Sullivan, P.S.C.
100 St. Ann Street
Owensboro, Kentucky 42301

B. East Kentucky Power Cooperative, Inc.

1. Mr. Paul Atchinson
Manager, System Planning
East Kentucky Power Cooperative, Inc.
P. O. Box 707
Winchester, Kentucky 40391
2. Mr. Donald Norris, President
East Kentucky Power Cooperative, Inc.
P. O. Box 707
Winchester, KY 40391
3. Honorable Charles A. Lile
Corporate Counsel
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C. Kentucky Power Company

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Senior Vice President, System Planning
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2. Mr. Robert E. Matthews
President
Kentucky Power Company
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3. Honorable Bruce Clark
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D. Kentucky Utilities Company

1. Mr. J. W. Tipton
Director, Engineering Special Projects
Kentucky Utilities Company
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Lexington, KY 40507

2. Mr. W. B. Bechanan
President
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3. Honorable Richard Newell
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E. Louisville Gas and Electric Company

1. Mr. Henry N. McGinnis
Senior Vice President, Engineering and Planning
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2. Mr. Robert L. Royer, President
Louisville Gas and Electric Company
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3. Honorable Kent Hatfield
Middleton and Reutlinger
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F. Union Light, Heat and Power Company

1. Mr. John C. Procaro
Assistant Manager of System Planning
Cincinnati Gas & Electric Company
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2. Mr. Robert P. Wiwi
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G. Public Service Commission

1. Dr. Richard Rosen
Executive Vice President
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2. Mr. Neil H. Talbot
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4. Honorable Ellyn Elise Crutcher
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5. Mr. Chuck Buechel
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H. Office of the Attorney General

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2. Honorable Michael R. Beiting
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I. Others

1. Honorable Barbara B. Edelman
Honorable Edward W. Gardner
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3. Honorable Jack R. Underwood, Jr.
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5. Honorable James H. Fallin
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6. Honorable Richard Northern
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7. Mr. Lyle D. Cobb, Executive Director
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8. Mr. Oscar J. Carlson
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9. Honorable John Lovett
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11. Honorable Charles F. Hosmer
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12. Mr. Fred W. Tolin
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13. Mr. David H. Kinloch
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